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September 27, 2018

Ms. Courtney Avery
Administrator
Division of Health Systems Development
525 West Jefferson St., Second Floor
Springfield, IL 62761

Re: Permit #16-025

Dear Ms. Avery,

Pursuant to 77 Illinois Administrative Code 1130.760, this is the annual progress report for permit #16-025, Rush University Medical Center (the "Project"). The permit for the Project was issued on September 13, 2016, to Rush University Medical Center. The approved permit amount was \$36,245,629 for the development of a medical clinic building. We provide the following information regarding the progress of the Project:

1. **Current Status of the Project** – Through August 31, 2018, the Project is 63.5% complete. The scope and size of the Project have not changed per permit issuance.
2. **Costs Incurred to Date** – Project costs incurred through August 31, 2018 are \$22,998,147 inclusive of \$13,383,105 in Fair Market value of Leases. We anticipate the total projected costs at completion will be consistent with those reported in the approved CON request.
3. **Method of Financing the Project** – The Project has been financed using \$9,615,042 in cash and securities and \$13,383,105 in leases.
4. **Anticipated Date of Completion** – Our anticipated completion date of the Project is on track to meet the project completion date of March 31, 2019, and there has been no change in the scope of the project.

If you need any additional information, please contact either Sarah Roche at 312-942-4938, Sarah_Roche@rush.edu or Jacob M. Axel.

Sincerely,

A handwritten signature in black ink, appearing to read 'John P. Mordach'.

John P. Mordach

CC: Mike Constantino, Supervisor of Project Review
George Roate, Division of Health Systems Development
Justin Johnson, RUMC Legal Affairs
Jacob Axel, Axel and Associates, Inc.

John P. Mordach
Rush University Medical Center
Senior Vice President
Chief Financial Officer

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SERVICES REVIEW BOARD**